

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-04049A

DS WATER COMPANY
P. O. BOX 786
DESERT SPRINGS, AZ 86432

RECEIVED

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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4-12-11

COMPANY INFORMATION

Company Name (Business Name) D S Water Company

Mailing Address P.O. Box 786

Desert Springs
(City)

AZ
(State)

86432
(Zip)

928-347-5467

Telephone No. (Include Area Code)

435-656-0901

Fax No. (Include Area Code)

435-559-0176

Cell No. (Include Area Code)

Email Address patti@monteholm.com

Local Office Mailing Address see above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

☐ Regulatory Contact:

☒ Management Contact:

Path Wynn
(Name)

Manager
(Title)

P.O. Box 786
(Street)

Desert Springs
(City)

AZ
(State)

86432
(Zip)

928-347-5467

Telephone No. (Include Area Code)

435-656-0901

Fax No. (Include Area Code)

435-559-0176

Cell No. (Include Area Code)

Email Address patti@monteholm.com

On Site Manager: Path Wynn

Physical Address Only - No mail delivery (Name)

4103 E. Fleet Street, Suite 101 Desert Springs

(Street)

(City)

AZ
(State)

86432
(Zip)

928-347-5467

Telephone No. (Include Area Code)

435-656-0901

Fax No. (Include Area Code)

435-559-0176

Cell No. (Include Area Code)

Email Address patti@monteholm.com

Statutory Agent: Monte Holm/Steijum Property Leasing, LLC
 Physical Address Only - No mail delivery (Name) P.O. Box 786, Desert Springs, AZ 86432
9103 E. Fleet Street, Suite 101 Desert Springs, AZ 86432
 (Street) (City) (State) (Zip)

435-656-0900 435-656-0901
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Barney, McKenna & Olmstead, P.C. Greg Walker
 (Name)
590 West Mesquite Blvd. Suite 202A Mesquite, NV 89024
 (Street) (City) (State) (Zip)

702-346-3100 702-345-4683 435-628-1711
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address gwalker@barney-mckenna.com

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

DS WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1056.80	-0-	1056.80
302	Franchises	2870.87	-0-	2870.87
303	Land and Land Rights			
304	Structures and Improvements	26301.44	7795.46	18505.98
307	Wells and Springs	18849.22	5424.50	13424.72
311	Pumping Equipment	17323.52	3591.85	13731.67
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	37572.42	10370.65	27201.77
331	Transmission and Distribution Mains	175732.28	27543.61	148188.67
333	Services	21830.01	6609.67	15220.34
334	Meters and Meter Installations	10922.19	5319.11	5603.08
335	Hydrants			
336	Backflow Prevention Devices	845.37	22.18	817.19
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3691.84	2440.64	1251.20
341	Transportation Equipment	750.00	750.00	0.00
343	Tools, Shop and Garage Equipment	237.22	59.75	177.47
344	Laboratory Equipment			
345	Power Operated Equipment	612.88	233.25	379.63
346	Communication Equipment	8184.15	5875.05	2309.10
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	357442.21	76041.72	283401.49

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

DJ WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1056.80	- 0 -	- 0 -
302	Franchises	28780.87	- 0 -	- 0 -
303	Land and Land Rights			
304	Structures and Improvements	26301.44	3.33	876.67
307	Wells and Springs	18849.22	3.33	628.30
311	Pumping Equipment	17323.52	12.50	4225.79
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	37572.42	2.22	834.93
331	Transmission and Distribution Mains	175732.28	2.00	3499.64
333	Services	21830.01	3.33	727.67
334	Meters and Meter Installations	10922.19	8.33	835.97
335	Hydrants			
336	Backflow Prevention Devices	845.37	6.67	28.18
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3691.84	20.00	713.97
341	Transportation Equipment	7500.00	20.00	1344.80
343	Tools, Shop and Garage Equipment	239.22	5.00	11.95
344	Laboratory Equipment			
345	Power Operated Equipment	612.88	5.00	30.65
346	Communication Equipment	8184.15	10.00	452.10
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	357442.21		14210.12

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME DS WATER COMPANY

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 11737.39	\$ 11247.98
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	1626.20	187.46
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1795.00	1795.00
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 15158.59	\$ 13230.44
	FIXED ASSETS		
101	Utility Plant in Service	\$ 394591.77	\$ 359442.21
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<118627.65>	<76041.72>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 275964.12	\$ 283400.49
	TOTAL ASSETS	\$ 291122.71	\$ 296630.93

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME DS WATER COMPANY

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 16640.00	\$ - 0 -
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2100.00	3400.00
236	Accrued Taxes	65431.57	2477.88
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	246335.14	915.20
	TOTAL CURRENT LIABILITIES	\$ 330506.71	\$ 6793.08
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$ 35000.00
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 3145.00	\$ 3145.00
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 3145.00	\$ 3145.00
	TOTAL LIABILITIES	\$ 333651.71	\$ 44938.08
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 3000.00	\$ 3000.00
211	Paid in Capital in Excess of Par Value	758923.42	758923.42
215	Retained Earnings	(804452.42)	(510230.57)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (42529.00)	\$ 251692.85
	TOTAL LIABILITIES AND CAPITAL	\$ 291122.71	\$ 296630.93

COMPANY NAME DS Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 37872.87	\$ 39670.88
460	Unmetered Water Revenue	100.00	-0-
474	Other Water Revenues	5891.75	2270.00
	TOTAL REVENUES	\$ 43864.62	\$ 41940.88
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 90961.50	\$ 31200.00
610	Purchased Water		
615	Purchased Power	1345.52	1914.35
618	Chemicals		
620	Repairs and Maintenance	5352.23	4753.46
621	Office Supplies and Expense		
630	Outside Services	6404.90	2208.19
635	Water Testing	2591.58	3283.73
641	Rents	23036.20	6085.20
650	Transportation Expenses	2707.37	3282.05
657	Insurance - General Liability	2906.48	2278.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	7740.12	4451.95
403	Depreciation Expense	16201.20	14210.12
408	Taxes Other Than Income	2299.02	2444.20
408.11	Property Taxes	2736.85	1803.61
409	Income Tax	50.00	-0-
	TOTAL OPERATING EXPENSES	\$ 164353.01	\$ 77914.86
	OPERATING INCOME/(LOSS)	\$ (120488.39)	\$ (35973.98)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 48.41	\$ 18.25
421	Non-Utility Income		330177.58
426	Miscellaneous Non-Utility Expenses	(11586.87)	-0-
427	Interest Expense	(163.22)	-0-
	TOTAL OTHER INCOME/(EXPENSE)	\$ (11701.68)	\$ 330195.83
	NET INCOME/(LOSS)	\$ (132190.07)	\$ 294221.85

COMPANY NAME D5 water company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan	N			
ACC Decision No.				
Reason for Loan		O		
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$ N	\$
Date of Maturity				
Interest Rate	%	%	%	E %
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 3145.00

Meter Deposits Refunded During the Test Year \$ - 0 -

COMPANY NAME	DS water company		
Name of System:	DS water	ADEQ Public Water System Number:	08-072

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-512262	20 Hp	230 gal/min.	51 ft.	8"	6"	1985

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Well #2 - Not in Service		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5 Hp (5DB2)	2	None	N/A
7.5 Hp (7.5DB2)	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
80,000	2	119 gallon	(required, 4 installed)

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	DS water company	
Name of System:	DS water	ADEQ Public Water System Number: 08-072

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	6,104 ft.
3		
4	PVC/C-900	19,518 ft.
5		
6	PVC/C-900	5,585 ft.
8	PVC/C-900	1,500 ft.
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	84
3/4	
1	6
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

None

STRUCTURES:

Well House
Pressurization House

OTHER:

245' Steel Support Structure over Virgin River

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>DS water company</u>		
Name of System: <u>DS water</u>	ADEQ Public Water System Number: <u>08-072</u>	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	89	410,239	Major Broken	-0-
FEBRUARY	89	354,081	"	-0-
MARCH	89	435,450	"	-0-
APRIL	88	564,110	"	-0-
MAY	88	586,300	"	-0-
JUNE	89	849,980	"	-0-
JULY	89	1,079,630	"	-0-
AUGUST	89	944,250	"	-0-
SEPTEMBER	90	848,330	1,133,327	-0-
OCTOBER	90	477,050	547,978	-0-
NOVEMBER	90	447,300	589,069	-0-
DECEMBER	90	389,300	750,453	-0-
TOTALS →		7,386,020		

What is the level of arsenic for each well on your system? 7 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes N/A () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: <i>DS Water Company</i>		
Name of System: <i>DS Water</i>	ADEQ Public Water System Number: <i>08-072</i>	

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY	<i>N</i>		
MARCH			
APRIL			
MAY	<i>0</i>		
JUNE			
JULY			
AUGUST		<i>N</i>	
SEPTEMBER			
OCTOBER			
NOVEMBER			<i>E</i>
DECEMBER			
TOTALS →			

OTHER (description):

COMPANY NAME D5 Water Company YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 1,638.06

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED
ACCUTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Mohave</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Patti Wynn, Manager</u>
COMPANY NAME	<u>DS Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2010</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

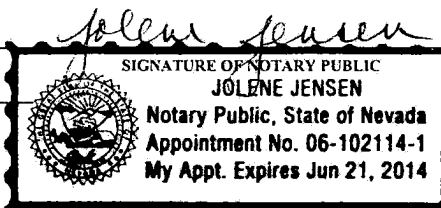
THIS 7 DAY OF

(SEAL)

MY COMMISSION EXPIRES 6/21/14

Patti A. Wynn
SIGNATURE OF OWNER OR OFFICIAL
928-341-5467
TELEPHONE NUMBER

State of Nevada
COUNTY NAME Clark
MONTH April 2011



COMPANY NAME ps water company YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported - 0 -
Estimated or Actual Federal Tax Liability - 0 -

State Taxable Income Reported - 0 -
Estimated or Actual State Tax Liability - 0 -

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances - 0 -
Amount of Gross-Up Tax Collected - 0 -
Total Grossed-Up Contributions/Advances - 0 -

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Patti Wynn
SIGNATURE

4.7.11
DATE

Patti Wynn
PRINTED NAME

Manager
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Mohave</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Patti Wynn, Manager</u>
COMPANY NAME	<u>DS Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2010</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 41,940.88

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ -0-
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 7th DAY OF

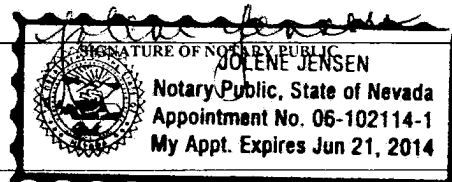
(SEAL)

MY COMMISSION EXPIRES 6/21/14

Patti U Wynn
SIGNATURE OF OWNER OR OFFICIAL
928-347-5467
TELEPHONE NUMBER

State of Nevada

COUNTY NAME	<u>Clark</u>	
MONTH	<u>April</u>	<u>2011</u>



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Mohave	
NAME (OWNER OR OFFICIAL) Patti Wynn	TITLE Manager
COMPANY NAME DS Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 41,940.88

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ -0-
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Patti A. Wynn
SIGNATURE OF OWNER OR OFFICIAL

928-347-5467
TELEPHONE NUMBER

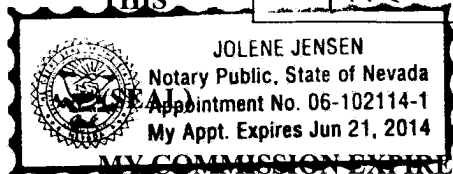
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17th

DAY OF



MY COMMISSION EXPIRES 6/21/11

State of Nevada

NOTARY PUBLIC NAME Jolene Jensen	
COUNTY NAME Clark	
MONTH April	2011

Jolene Jensen
SIGNATURE OF NOTARY PUBLIC